



Reprinted
February 24, 2009

HOUSE BILL No. 1344

DIGEST OF HB 1344 (Updated February 23, 2009 7:17 pm - DI 51)

Citations Affected: IC 6-1.1; IC 6-9; IC 36-2.

Synopsis: Administration of property tax deductions. Requires an application for a property tax standard deduction to include: (1) the last five digits of the applicant's Social Security number and the last five digits of the Social Security number of the applicant's spouse; (2) the applicant's name either as it appears in the records of the Social Security Administration or as it appears when the individual signs the individual's name on legal documents; and (3) information concerning any other location where the applicant or the applicant's spouse owns, is buying on contract, or has a beneficial interest in residential property. Requires sales disclosure forms, closing agent forms, and property tax bills to include information concerning the consequences of claiming more than one standard deduction and the procedures and deadlines for terminating a standard deduction. Establishes other filing requirements for a standard deduction that are similar to the filing requirements that applied to homestead credit applications. Requires tax statements in 2009, 2010, or 2011, as determined by the county auditor, to include a form for persons to use to verify the deductions and credits to which the person is entitled and, if the person has a standard deduction, to provide the county auditor with the last five digits of the person's Social Security number. Provides that a county treasurer may apply a property tax deduction or homestead credit on a provisional tax statement and requires deductions and credits to be

(Continued next page)

Effective: January 1, 2009 (retroactive); July 1, 2009.

Pryor, Pelath, Hinkle

January 13, 2009, read first time and referred to Committee on Ways and Means.
February 19, 2009, amended, reported — Do Pass.
February 23, 2009, read second time, amended, ordered engrossed.

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applied if a provisional statement is used two consecutive years. Requires instruments recorded with the county recorder, in certain cases, to identify an individual's name either as it appears in the records of the Social Security Administration or as it appears when the individual signs the individual's name on legal documents. Imposes a civil penalty of 10% of the tax due for a person who wrongly takes a standard deduction or credit. Provides that the county auditor shall prepare and send a notice of taxes due when a standard deduction is wrongly claimed. Permits a county auditor to use delinquent taxes, interest, and penalties collected in response to the termination of a standard deduction to pay for the costs of discovering erroneously granted standard deductions and for other expenses of the office of the county auditor, including the cost of verification notices on tax statements. Makes other changes to reconcile differences in the law related to the enactment of HEA 1001-2008 and HEA 1293-2008.

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February 24, 2009

First Regular Session 116th General Assembly (2009)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2008 Regular Session of the General Assembly.

HOUSE BILL No. 1344

A BILL FOR AN ACT to amend the Indiana Code concerning
taxation.

Be it enacted by the General Assembly of the State of Indiana:

- 1 SECTION 1. IC 6-1.1-5.5-5, AS AMENDED BY P.L.144-2008,
2 SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2009]: Sec. 5. (a) The department of local government finance
4 shall prescribe a sales disclosure form for use under this chapter. The
5 form prescribed by the department of local government finance must
6 include at least the following information:
7 (1) The key number (as defined in IC 6-1.1-1-8.5) of each parcel.
8 (2) With respect to each parcel, whether the entire parcel is being
9 conveyed.
10 (3) The address of each improved parcel.
11 (4) The date of the execution of the form.
12 (5) The date the property was transferred.
13 (6) Whether the transfer includes an interest in land or
14 improvements, or both.
15 (7) Whether the transfer includes personal property.

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(8) An estimate of the value of any personal property included in the transfer.

(9) The name, address, and telephone number of:

(A) each transferor and transferee; and

(B) the person that prepared the form.

(10) The mailing address to which the property tax bills or other official correspondence should be sent.

(11) The ownership interest transferred.

(12) The classification of the property (as residential, commercial, industrial, agricultural, vacant land, or other).

(13) Subject to subsection (c), the total price actually paid or required to be paid in exchange for the conveyance, whether in terms of money, property, a service, an agreement, or other consideration, but excluding tax payments and payments for legal and other services that are incidental to the conveyance.

(14) The terms of seller provided financing, such as interest rate, points, type of loan, amount of loan, and amortization period, and whether the borrower is personally liable for repayment of the loan.

(15) Any family or business relationship existing between the transferor and the transferee.

(16) A legal description of each parcel subject to the conveyance.

(17) Whether the transferee is using the form to claim the following one (1) or more deductions under IC 6-1.1-12-44 for property taxes first due and payable in a calendar year after 2008.

(A) One (1) or more deductions under IC 6-1.1-12-44.

(B) The homestead credit under IC 6-1.1-20.9-3.5.

(18) If the transferee uses the form to claim the homestead credit standard deduction under IC 6-1.1-20.9-3.5, the name of any other county and township in which the transferee of residential real property owns or is buying residential real property. IC 6-1.1-12-37, the information required for a standard deduction under IC 6-1.1-12-37.

(19) Sufficient instructions and information to permit a party to terminate a standard deduction under IC 6-1.1-12-37 on any parcel of property on which the party or the spouse of the party will no longer be eligible for the standard deduction under IC 6-1.1-12-37 after the party or the party's spouse begins to reside at the property that is the subject of the sales disclosure form, including an explanation of the tax consequences and applicable penalties if a party unlawfully claims a standard deduction under IC 6-1.1-12-37.

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(19) (20) Other information as required by the department of local government finance to carry out this chapter.

If a form under this section includes the telephone number or **part or all of** the Social Security number of a party, the telephone number or the Social Security number is confidential.

(b) The instructions for completing the form described in subsection (a) must include the information described in IC 6-1.1-12-43(c)(1).

(c) If the conveyance includes more than one (1) parcel as described in section 3(h) of this chapter, the form:

(1) is not required to include the price referred to in subsection

(a)(13) for each of the parcels subject to the conveyance; and

(2) may state a single combined price for all of those parcels.

SECTION 2. IC 6-1.1-12-17.8, AS AMENDED BY P.L.144-2008, SECTION 24, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 17.8. (a) An individual who receives a deduction provided under section 1, 9, 11, 13, 14, 16, ~~or~~ 17.4, **or 37** of this chapter in a particular year and who remains eligible for the deduction in the following year is not required to file a statement to apply for the deduction in the following year. **However, for purposes of a deduction under section 37 of this chapter, the county auditor may, in the county auditor's discretion, terminate the deduction if the individual does not comply with the requirement in IC 6-1.1-22-8.1(b)(9), in 2009, 2010, or 2011, as determined by the county auditor.**

(b) An individual who receives a deduction provided under section 1, 9, 11, 13, 14, 16, or 17.4 of this chapter in a particular year and who becomes ineligible for the deduction in the following year shall notify the auditor of the county in which the real property, mobile home, or manufactured home for which the individual claims the deduction is located of the individual's ineligibility in the year in which the individual becomes ineligible. **An individual who becomes ineligible for a deduction under section 37 of this chapter shall notify the county auditor of the county in which the property is located in conformity with section 37 of this chapter.**

(c) The auditor of each county shall, in a particular year, apply a deduction provided under section 1, 9, 11, 13, 14, 16, ~~or~~ 17.4, **or 37** of this chapter to each individual who received the deduction in the preceding year unless the auditor determines that the individual is no longer eligible for the deduction.

(d) An individual who receives a deduction provided under section 1, 9, 11, 13, 14, 16, ~~or~~ 17.4, **or 37** of this chapter for property that is jointly held with another owner in a particular year and remains eligible

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for the deduction in the following year is not required to file a statement to reapply for the deduction following the removal of the joint owner if:

- (1) the individual is the sole owner of the property following the death of the individual's spouse;
- (2) the individual is the sole owner of the property following the death of a joint owner who was not the individual's spouse; or
- (3) the individual is awarded sole ownership of the property in a divorce decree.

However, for purposes of a deduction under section 37 of this chapter, if the removal of the joint owner occurs before the date that a notice described in IC 6-1.1-22-8.1(b)(9) is sent, the county auditor may, in the county auditor's discretion, terminate the deduction if the individual does not comply with the requirement in IC 6-1.1-22-8.1(b)(9), in 2009, 2010, or 2011, as determined by the county auditor.

(e) A trust entitled to a deduction under section 9, 11, 13, 14, 16, ~~or 17.4,~~ **or 37** of this chapter for real property owned by the trust and occupied by an individual in accordance with section ~~17.9~~ **17.9(a)** of this chapter is not required to file a statement to apply for the deduction, if:

- (1) the individual who occupies the real property receives a deduction provided under section 9, 11, 13, 14, 16, ~~or 17.4,~~ **or 37** of this chapter in a particular year; and
- (2) the trust remains eligible for the deduction in the following year.

However, for purposes of a deduction under section 37 of this chapter, the individuals that qualify the trust for a deduction must comply with the requirement in IC 6-1.1-22-8.1(b)(9), in 2009, 2010, or 2011, as determined by the county auditor.

(f) A cooperative housing corporation (as defined in 26 U.S.C. 216) that is entitled to a deduction under section 37 of this chapter in the immediately preceding calendar year for a homestead (as defined in section 37 of this chapter) is not required to file a statement to apply for the deduction for the current calendar year if the cooperative housing corporation remains eligible for the deduction for the current calendar year. However, the county auditor may, in the county auditor's discretion, terminate the deduction if the individuals that qualify the cooperative housing corporation for a deduction do not comply with the requirement in IC 6-1.1-22-8.1(b)(9), in 2009, 2010, or 2011, as determined by the county auditor.

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(g) An individual who:

(1) was eligible for a homestead credit under IC 6-1.1-20.9 (repealed) for property taxes imposed for the March 1, 2007, or January 15, 2008, assessment date; or

(2) would have been eligible for a homestead credit under IC 6-1.1-20.9 (repealed) for property taxes imposed for the March 1, 2008, or January 15, 2009, assessment date if IC 6-1.1-20.9 had not been repealed;

is not required to file a statement to apply for a deduction under section 37 of this chapter if the individual or entity remains eligible for the deduction in the current year. An individual who filed for a homestead credit under IC 6-1.1-20.9 (repealed) for an assessment date after March 1, 2007 (if the property is real property), or after January 1, 2008 (if the property is personal property), shall be treated as an individual who has filed for a deduction under section 37 of this chapter. However, the county auditor may, in the county auditor's discretion, terminate the deduction if the individual who qualifies the property for a deduction does not comply with the requirement in IC 6-1.1-22-8.1(b)(9), in 2009, 2010, or 2011, as determined by the county auditor.

SECTION 3. IC 6-1.1-12-37, AS AMENDED BY P.L.146-2008, SECTION 115, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 37. (a) The following definitions apply throughout this section:

(1) "Dwelling" means any of the following:

(A) Residential real property improvements that an individual uses as the individual's residence, including a house or garage.

(B) A mobile home that is not assessed as real property that an individual uses as the individual's residence.

(C) A manufactured home that is not assessed as real property that an individual uses as the individual's residence.

(2) "Homestead" means an individual's principal place of residence: ~~that:~~

(A) ~~that~~ is located in Indiana;

(B) ~~the individual:~~ **that:**

(i) **the individual** owns;

(ii) **the individual** is buying under a contract, recorded in the county recorder's office, that provides that the individual is to pay the property taxes on the residence; ~~or~~

(iii) **the individual** is entitled to occupy as a tenant-stockholder (as defined in 26 U.S.C. 216) of a

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cooperative housing corporation (as defined in 26 U.S.C. 216); or

(iv) is a residence described in section 17.9(a) of this chapter that is owned by a trust if the individual is an individual described in section 17.9(a) of this chapter;

and

(C) that consists of a dwelling and the real estate, not exceeding one (1) acre, that immediately surrounds that dwelling.

The term does not include property owned by a corporation, partnership, limited liability company, or other entity not described in this subdivision.

(b) Each year an individual who on March 1 of a particular year or, in the case of a mobile home that is assessed as personal property, the immediately following January 15, either owns or is buying a homestead under a contract, recorded in the county recorder's office, that provides the individual is to pay property taxes on the a homestead is entitled to eligible for a standard deduction from the assessed value of the homestead for an assessment date. The deduction provided by this section applies to property taxes first due and payable for an assessment date only if an individual has an interest in the homestead described in subsection (a)(2)(B) on:

(1) the assessment date; or

(2) any date in the same year after an assessment date that a statement is filed under subsection (e) or section 44 of this chapter, if the property consists of real property.

Subject to subsection (c), the auditor of the county shall record and make the deduction for the person individual or entity qualifying for the deduction.

(c) Except as provided in section 40.5 of this chapter, the total amount of the deduction that a person may receive under this section for a particular year is the lesser of:

(1) sixty percent (60%) of the assessed value of the real property, mobile home not assessed as real property, or manufactured home not assessed as real property; or

(2) forty-five thousand dollars (\$45,000).

~~2010,~~

(d) A person who has sold real property, a mobile home not assessed as real property, or a manufactured home not assessed as real property to another person under a contract that provides that the contract buyer is to pay the property taxes on the real property, mobile home, or manufactured home may not claim the deduction provided under this

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section with respect to that real property, mobile home, or manufactured home.

(e) Except as provided in sections 17.8 and 44 of this chapter and subject to section 45 of this chapter, an individual who desires to claim the deduction provided by this section must file a certified statement in duplicate, on forms prescribed by the department of local government finance, with the auditor of the county in which the homestead is located. The statement must include:

(1) the parcel number or key number of the property and the name of the city, town, or township in which the property is located;

(2) the name of any other location in which the applicant or the applicant's spouse owns, is buying, or has a beneficial interest in residential real property;

(3) the names of:

(A) the applicant and the applicant's spouse (if any):

(i) as the names appear in the records of the United States Social Security Administration for the purposes of the issuance of a Social Security card and Social Security number; or

(ii) that they use as their legal names when they sign their names on legal documents;

if the applicant is an individual; or

(B) each individual who qualifies property as a homestead under subsection (a)(2)(B) and the individual's spouse (if any):

(i) as the names appear in the records of the United States Social Security Administration for the purposes of the issuance of a Social Security card and Social Security number; or

(ii) that they use as their legal names when they sign their names on legal documents;

if the applicant is not an individual; and

(4) the last five (5) digits of the transferee's Social Security number and the last five (5) digits of the Social Security number of the transferee's spouse (if any).

If a form or statement provided to the county auditor under this section, IC 6-1.1-22-8.1, or IC 6-1.1-22.5-12 includes the telephone number or part or all of the Social Security number of a party, the telephone number and the Social Security number included is confidential. The statement may be filed in person or by mail. If the statement is mailed, the mailing must be postmarked on or before

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the last day for filing. The statement applies for that first year and any succeeding year for which the deduction is allowed. With respect to real property, the person must file the statement during the year for which the person desires to obtain the deduction. With respect to a mobile home that is not assessed as real property, the person must file the statement during the twelve (12) months before March 31 of the year for which the person desires to obtain the deduction. With respect to real property owned by an entity described in section 17.9(b) of this chapter, the deduction applies only for the year the deduction application is properly filed and is not to be carried over to any subsequent year unless a new application is filed and approved by the county auditor.

(f) If an individual who is receiving the deduction provided by this section or who otherwise qualifies property for a deduction under this section:

(1) changes the use of the individual's property so that part or all of the property no longer qualifies for the deduction under this section; or

(2) is no longer eligible for a deduction under this section on another parcel of property because:

(A) the individual would otherwise receive the benefit of more than one (1) deduction under this chapter; or

(B) the individual maintains the individual's principal place of residence with another individual who receives a deduction under this section;

the individual must file a certified statement with the auditor of the county, notifying the auditor of the change of use, not more than sixty (60) days after the date of that change. An individual who fails to file the statement required by this subsection is liable for any additional taxes that would have been due on the property if the individual had filed the statement as required by this subsection plus a civil penalty equal to ten percent (10%) of the additional taxes due. The civil penalty imposed under this subsection is in addition to any interest and penalties for a delinquent payment that might otherwise be due. This amount becomes part of the property tax liability for purposes of this article.

~~(e)~~ (g) The department of local government finance shall adopt rules or guidelines concerning the application for a deduction under this section.

~~(f)~~ (h) This subsection does not apply to property in the first year for which a deduction is claimed under this section if the sole

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reason that a deduction is claimed on other property is that the individual or married couple maintained a principal residence at the other property on March 1 in the same year in which an application for a deduction is filed under this section or, if the application is for a homestead that is assessed as personal property, on March 1 in the immediately preceding year and the individual or married couple is moving the individual's or married couple's principal residence to the property that is the subject of the application. The county auditor may not grant an individual or a married couple a deduction under this section if:

(1) the individual or married couple, for the same year, claims the deduction on two (2) or more different applications for the deduction; and

(2) the applications claim the deduction for different property.

(i) The department of local government finance shall provide secure access to county auditors to a homestead property data base that includes access to the homestead owner's name and the last five (5) digits of the homestead owner's Social Security number for the sole purpose of verifying whether an owner is wrongly claiming a deduction under this chapter or a credit under IC 6-1.1-20.4, IC 6-1.1-20.6, or IC 6-3.5.

SECTION 4. IC 6-1.1-12-43, AS AMENDED BY P.L.145-2008, SECTION 9, AND AS AMENDED BY P.L.146-2008, SECTION 120, IS CORRECTED AND AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 43. (a) For purposes of this section:

(1) "benefit" refers to

~~(A) a deduction under section 1, 9, 11, 13, 14, 16, 17.4, 26, 29, 31, 33, or 34, 37, or 37.5 of this chapter; or~~

~~(B) the homestead credit under IC 6-1.1-20.9-2;~~

(2) "closing agent" means a person that closes a transaction;

(3) "customer" means an individual who obtains a loan in a transaction; and

(4) "transaction" means a single family residential:

(A) first lien purchase money mortgage transaction; or

(B) refinancing transaction.

(b) Before closing a transaction after December 31, 2004, a closing agent must provide to the customer the form referred to in subsection (c).

(c) Before June 1, 2004, the department of local government finance shall prescribe the form to be provided by closing agents to customers under subsection (b). The department shall make the form available to closing agents, county assessors, county auditors, and county treasurers

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in hard copy and electronic form. County assessors, county auditors, and county treasurers shall make the form available to the general public. The form must:

(1) on one (1) side:

(A) list each benefit;

(B) list the eligibility criteria for each benefit; and

(C) indicate that a new application for a deduction under section 1 of this chapter is required when residential real property is refinanced;

(2) on the other side indicate:

(A) each action by and ~~(B)~~ each type of documentation from the customer required to file for each benefit; **and**

(B) sufficient instructions and information to permit a party to terminate a standard deduction under section 37 of this chapter on any property on which the party or the spouse of the party will no longer be eligible for the standard deduction under section 37 of this chapter after the party or the party's spouse begins to reside at the property that is the subject of the closing, including an explanation of the tax consequences and applicable penalties, if a party unlawfully claims a standard deduction under section 37 of this chapter; and

(3) be printed in one (1) of two (2) or more colors prescribed by the department of local government finance that distinguish the form from other documents typically used in a closing referred to in subsection (b).

(d) A closing agent:

(1) may reproduce the form referred to in subsection (c);

(2) in reproducing the form, must use a print color prescribed by the department of local government finance; and

(3) is not responsible for the content of the form referred to in subsection (c) and shall be held harmless by the department of local government finance from any liability for the content of the form.

(e) This subsection applies to a transaction that is closed after December 31, 2009. In addition to providing the customer the form described in subsection (c) before closing the transaction, a closing agent shall do the following as soon as possible after the closing, and within the time prescribed by the department of insurance under IC 27-7-3-15.5:

(1) To the extent determinable, input the information described in IC 27-7-3-15.5(c)(2) into the system maintained by the

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department of insurance under IC 27-7-3-15.5.

(2) Submit the form described in IC 27-7-3-15.5(c) to the data base described in IC 27-7-3-15.5(c)(2)(D).

~~(e)~~ (f) A closing agent to which this section applies shall document ~~its~~ the closing agent's compliance with this section with respect to each transaction in the form of verification of compliance signed by the customer.

~~(f)~~ (g) Subject to IC 27-7-3-15.5(d), a closing agent is subject to a civil penalty of twenty-five dollars (\$25) for each instance in which the closing agent fails to comply with this section with respect to a customer. The penalty:

(1) may be enforced by the state agency that has administrative jurisdiction over the closing agent in the same manner that the agency enforces the payment of fees or other penalties payable to the agency; and

(2) shall be paid into:

(A) the ~~property tax replacement~~ state general fund, if the closing agent fails to comply with subsection (b); or

(B) the home ownership education account established by IC 5-20-1-27, if the closing agent fails to comply with subsection (e) in a transaction that is closed after December 31, 2009.

(h) A closing agent is not liable for any other damages claimed by a customer because of:

(1) the closing agent's mere failure to provide the appropriate document to the customer under subsection (b); or

(2) with respect to a transaction that is closed after December 31, 2009, the closing agent's failure to input the information or submit the form described in subsection (e).

~~(g)~~ (i) The state agency that has administrative jurisdiction over a closing agent shall:

(1) examine the closing agent to determine compliance with this section; and

(2) impose and collect penalties under subsection ~~(f)~~ (g).

SECTION 5. IC 6-1.1-12-44, AS ADDED BY P.L.144-2008, SECTION 37, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2009 (RETROACTIVE)]: Sec. 44. (a) A sales disclosure form under IC 6-1.1-5.5:

(1) that is submitted:

(A) as a paper form; or

(B) electronically;

on or before December 31 of a calendar year to the county

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assessor by or on behalf of the purchaser of a homestead (as defined in ~~IC 6-1.1-20.9-1~~) **section 37 of this chapter**) assessed as real property;

(2) that is accurate and complete;

(3) that is approved by the county assessor as eligible for filing with the county auditor; and

(4) that is filed:

(A) as a paper form; or

(B) electronically;

with the county auditor by or on behalf of the purchaser; constitutes an application for the deductions provided by sections 26, 29, 33, ~~and 34~~, **and 37** of this chapter with respect to property taxes first due and payable in the calendar year that immediately succeeds the calendar year referred to in subdivision (1).

(b) Except as provided in subsection (c), if:

(1) the county auditor receives in a calendar year a sales disclosure form that meets the requirements of subsection (a); and

(2) the homestead for which the sales disclosure form is submitted is otherwise eligible for a deduction referred to in subsection (a);

the county auditor shall apply the deduction to the homestead for property taxes first due and payable in the calendar year for which the homestead qualifies under subsection (a) and in any later year in which the homestead remains eligible for the deduction.

(c) Subsection (b) does not apply if the county auditor, after receiving a sales disclosure form from or on behalf of a purchaser under subsection (a)(4), determines that the homestead is ineligible for the deduction.

SECTION 6. IC 6-1.1-22-8.1, AS AMENDED BY P.L.3-2008, SECTION 53, AND AS AMENDED BY P.L.146-2008, SECTION 251, IS CORRECTED AND AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 8.1. (a) ~~This section applies only to property taxes and special assessments first due and payable after December 31, 2007.~~

~~(b)~~ The county treasurer shall:

(1) mail to the last known address of each person liable for any property taxes or special assessment, as shown on the tax duplicate or special assessment records, or to the last known address of the most recent owner shown in the transfer book; and

(2) transmit by written, electronic, or other means to a mortgagee maintaining an escrow account for a person who is liable for any property taxes or special assessments, as shown on the tax duplicate or special assessment records;

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1 a statement in the form required under subsection ~~(c)~~ **(b)**. *However, for*
 2 *property taxes first due and payable in 2008, the county treasurer may*
 3 *choose to use a tax statement that is different from the tax statement*
 4 *prescribed by the department under subsection ~~(c)~~ **(b)**. If a county*
 5 *chooses to use a different tax statement, the county must still transmit*
 6 *(with the tax bill) the statement in either color type or black-and-white*
 7 *type.*

8 ~~(c)~~ **(b)** The department of local government finance shall prescribe
 9 a form, subject to the approval of the state board of accounts, for the
 10 statement under subsection ~~(b)~~ **(a)** that includes at least the following:

11 (1) A statement of the taxpayer's current and delinquent taxes and
 12 special assessments.

13 (2) A breakdown showing the total property tax and special
 14 assessment liability and the amount of the taxpayer's liability that
 15 will be distributed to each taxing unit in the county.

16 (3) An itemized listing for each property tax levy, including:

17 (A) the amount of the tax rate;

18 (B) the entity levying the tax owed; and

19 (C) the dollar amount of the tax owed.

20 (4) Information designed to show the manner in which the taxes
 21 and special assessments billed in the tax statement are to be used.

22 (5) A comparison showing any change in the assessed valuation
 23 for the property as compared to the previous year.

24 (6) A comparison showing any change in the property tax and
 25 special assessment liability for the property as compared to the
 26 previous year. The information required under this subdivision
 27 must identify:

28 (A) the amount of the taxpayer's liability distributable to each
 29 taxing unit in which the property is located in the current year
 30 and in the previous year; and

31 (B) the percentage change, if any, in the amount of the
 32 taxpayer's liability distributable to each taxing unit in which
 33 the property is located from the previous year to the current
 34 year.

35 (7) An explanation of the following:

36 (A) ~~The Homestead credit and credits under IC 6-1.1-20.4,~~
 37 **IC 6-3.5-6-13, or another law that are available in the**
 38 **taxing district where the property is located.**

39 (B) All property tax deductions **that are available in the**
 40 **taxing district where the property is located.**

41 ~~(B)~~ (C) The procedure and deadline for filing for ~~the any~~
 42 **available homestead credit credits under IC 6-1.1-20.4,**

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IC 6-3.5-6-13, or another law and each deduction.

~~(C)~~ **(D)** The procedure that a taxpayer must follow to:

(i) appeal a current assessment; or

(ii) petition for the correction of an error related to the taxpayer's property tax and special assessment liability.

~~(D)~~ **(E)** The forms that must be filed for an appeal or a petition described in clause ~~(C)~~: **(D)**.

(F) The procedure and deadline that a taxpayer must follow and the forms that must be used if a credit or deduction has been granted for the property and the taxpayer is no longer eligible for the credit or deduction.

The department of local government finance shall provide the explanation required by this subdivision to each county treasurer.

(8) A checklist that shows:

(A) ~~the~~ **the homestead credit credits under IC 6-1.1-20.4, IC 6-3.5-6-13, or another law** and all property tax deductions; and

(B) whether ~~the~~ **each** homestead credit and ~~each~~ property tax deduction applies in the current statement for the property transmitted under subsection ~~(b)~~: **(a)**.

(9) This subdivision applies to any property for which a deduction or credit is listed under subdivision (8) if the notice required under this subdivision was not provided to a taxpayer on a reconciling statement under IC 6-1.1-22.5-12. In 2009, 2010, or 2011, as determined by the county auditor, a notice that must be returned by the taxpayer to the county auditor with the taxpayer's verification of the items required by this subdivision. The notice must explain the tax consequences and applicable penalties if a taxpayer unlawfully claims a standard deduction under IC 6-1.1-12-37 on:

(A) more than one (1) parcel of property; or

(B) property that is not the taxpayer's principal place of residence or is otherwise not eligible for the standard deduction.

The notice must include a place for the taxpayer to indicate, under penalties of perjury, for each deduction and credit listed under subdivision (8), whether the property is eligible for the deduction or credit listed under subdivision (8). The notice must also include a place for each individual who qualifies the property for a deduction or credit listed in subdivision (8) to indicate the name of the individual and the

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1 name of the individual's spouse (if any), as the names appear
 2 in the records of the United States Social Security
 3 Administration for the purposes of the issuance of a Social
 4 Security card and Social Security number (or that they use as
 5 their legal names when they sign their names on legal
 6 documents), and the last five (5) digits of each individual's
 7 Social Security number. The notice must explain that the
 8 taxpayer must complete and return the notice with the
 9 required information and that failure to complete and return
 10 the notice may result in disqualification of property for
 11 deductions and credits listed in subdivision (8), must explain
 12 how to return the notice, and must be on a separate form
 13 printed on paper that is a different color than the tax
 14 statement. The notice must be prepared in the form
 15 prescribed by the department of local government finance and
 16 include any additional information required by the
 17 department of local government finance. This subdivision
 18 expires January 1, 2012.

19 ~~(d)~~ (c) The county treasurer may mail or transmit the statement one
 20 (1) time each year at least fifteen (15) days before the date on which
 21 the first or only installment is due. Whenever a person's tax liability for
 22 a year is due in one (1) installment under IC 6-1.1-7-7 or section 9 of
 23 this chapter, a statement that is mailed must include the date on which
 24 the installment is due and denote the amount of money to be paid for
 25 the installment. Whenever a person's tax liability is due in two (2)
 26 installments, a statement that is mailed must contain the dates on which
 27 the first and second installments are due and denote the amount of
 28 money to be paid for each installment. **If a statement is returned to**
 29 **the county treasurer as undeliverable and the forwarding order is**
 30 **expired, the county treasurer shall notify the county auditor of this**
 31 **fact. Upon receipt of the county treasurer's notice, the county**
 32 **auditor may, at the county auditor's discretion, treat the property**
 33 **as not being eligible for any deductions under IC 6-1.1-12 or any**
 34 **homestead credits under IC 6-1.1-20.4 and IC 6-3.5-6-13.**

35 ~~(e)~~ (d) All payments of property taxes and special assessments shall
 36 be made to the county treasurer. The county treasurer, when authorized
 37 by the board of county commissioners, may open temporary offices for
 38 the collection of taxes in cities and towns in the county other than the
 39 county seat.

40 ~~(f)~~ (e) The county treasurer, county auditor, and county assessor
 41 shall cooperate to generate the information to be included in the
 42 statement under subsection ~~(c)~~: (b).

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~~(g)~~ **(f)** The information to be included in the statement under subsection ~~(c)~~ **(b)** must be simply and clearly presented and understandable to the average individual.

~~(h)~~ **(g)** After December 31, 2007, a reference in a law or rule to IC 6-1.1-22-8 (*expired January 1, 2008, and repealed*) shall be treated as a reference to this section.

SECTION 7. IC 6-1.1-22-9, AS AMENDED BY P.L.146-2008, SECTION 252, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 9. (a) Except as provided in ~~subsections~~ **subsection** ~~(b), and (c)~~ the property taxes assessed for a year under this article are due in two (2) equal installments on May 10 and November 10 of the following year.

(b) Subsection (a) does not apply if any of the following apply to the property taxes assessed for the year under this article:

(1) Subsection (c).

(2) Subsection (d).

~~(3) Subsection (h):~~

~~(4) Subsection (i):~~

~~(5) (3) IC 6-1.1-7-7.~~

~~(6) (4) Section 9.5 of this chapter.~~

(5) Section 9.7 of this chapter.

(c) A county council may adopt an ordinance to require a person to pay the person's property tax liability in one (1) installment, if the tax liability for a particular year is less than twenty-five dollars (\$25). If the county council has adopted such an ordinance, then whenever a tax statement mailed under section 8.1 of this chapter shows that the person's property tax liability for a year is less than twenty-five dollars (\$25) for the property covered by that statement, the tax liability for that year is due in one (1) installment on May 10 of that year.

(d) If the county treasurer receives a copy of an appeal petition under IC 6-1.1-18.5-12(d) before the county treasurer mails or transmits statements under section ~~8.1(b)~~ **8.1** of this chapter, the county treasurer may:

(1) mail or transmit the statements without regard to the pendency of the appeal and, if the resolution of the appeal by the department of local government finance results in changes in levies, mail or transmit reconciling statements under subsection (e); or

(2) delay the mailing or transmission of statements under section ~~8.1(b)~~ **8.1** of this chapter so that:

(A) the due date of the first installment that would otherwise be due under subsection (a) is delayed by not more than sixty (60) days; and

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- 1 (B) all statements reflect any changes in levies that result from
 2 the resolution of the appeal by the department of local
 3 government finance.
- 4 (e) A reconciling statement under subsection (d)(1) must indicate:
 5 (1) the total amount due for the year;
 6 (2) the total amount of the installments paid that did not reflect
 7 the resolution of the appeal under IC 6-1.1-18.5-12(d) by the
 8 department of local government finance;
 9 (3) if the amount under subdivision (1) exceeds the amount under
 10 subdivision (2), the adjusted amount that is payable by the
 11 taxpayer:
 12 (A) as a final reconciliation of all amounts due for the year;
 13 and
 14 (B) not later than:
 15 (i) November 10; or
 16 (ii) the date or dates established under section 9.5 of this
 17 chapter; and
 18 (4) if the amount under subdivision (2) exceeds the amount under
 19 subdivision (1), that the taxpayer may claim a refund of the excess
 20 under IC 6-1.1-26.
- 21 (f) If property taxes are not paid on or before the due date, the
 22 penalties prescribed in IC 6-1.1-37-10 shall be added to the delinquent
 23 taxes.
- 24 (g) Notwithstanding any other law, a property tax liability of less
 25 than five dollars (\$5) is increased to five dollars (\$5). The difference
 26 between the actual liability and the five dollar (\$5) amount that appears
 27 on the statement is a statement processing charge. The statement
 28 processing charge is considered a part of the tax liability.
- 29 SECTION 8. IC 6-1.1-22.5-8, AS ADDED BY P.L.1-2004,
 30 SECTION 37, AND AS ADDED BY P.L.23-2004, SECTION 40, AND
 31 AMENDED BY P.L.219-2007, SECTION 65, IS CORRECTED AND
 32 AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]:
 33 Sec. 8. (a) A provisional statement must:
 34 (1) be on a form approved by the state board of accounts;
 35 (2) except as provided in emergency rules adopted under section
 36 20 of this chapter **and subsection (b)**, indicate tax liability in the
 37 amount of ninety percent (90%) of the tax liability that was
 38 payable in the same year as the assessment date for the property
 39 for which the provisional statement is issued;
 40 (3) indicate:
 41 (A) that the tax liability under the provisional statement is
 42 determined as described in subdivision (2); and

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(B) that property taxes billed on the provisional statement:

(i) are due and payable in the same manner as property taxes billed on a tax statement under ~~IC 6-1.1-22-8;~~ **IC 6-1.1-22-8.1;** and

(ii) will be credited against a reconciling statement;

(4) include *the following* ~~a~~ *statement in the following or a substantially similar form, as determined by the department of local government finance:*

"Under Indiana law, _____ County (insert county) has elected to send provisional statements because the county did not complete the abstract of the property, assessments, taxes, deductions, and exemptions for taxes payable in (insert year) in each taxing district before March 16, (insert year). The statement is due to be paid in installments on ~~May 10~~ _____ (insert date) and ~~November 10~~ _____ (insert date). The statement is based on ninety percent (90%) of your tax liability for taxes payable in (insert year), subject to adjustment for any new construction on your property *or any damage to your property*. After the abstract of property is complete, you will receive a reconciling statement in the amount of your actual tax liability for taxes payable in (insert year), minus the amount you pay under this provisional statement.";

(5) indicate liability for:

(A) delinquent:

(i) taxes; and

(ii) special assessments;

(B) penalties; and

(C) interest;

is allowed to appear on the tax statement under IC 6-1.1-22-8 for the ~~May first~~ installment of property taxes in the year in which the provisional tax statement is issued; ~~and~~

(6) include:

(A) a checklist that shows:

(i) homestead credits under IC 6-1.1-20.4, IC 6-3.5-6-13, or another law and all property tax deductions; and

(ii) whether each homestead credit and property tax deduction was applied in the current provisional statement;

(B) an explanation of the procedure and deadline that a taxpayer must follow and the forms that must be used if a credit or deduction has been granted for the property and the taxpayer is no longer eligible for the credit or

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deduction; and

(C) an explanation of the tax consequences and applicable penalties if a taxpayer unlawfully claims a standard deduction under IC 6-1.1-12-37 on:

(i) more than one (1) parcel of property; or

(ii) property that is not the taxpayer's principal place of residence or is otherwise not eligible for a standard deduction; and

~~(6)~~ (7) include any other information the county treasurer requires.

(b) The county treasurer may apply a deduction or a homestead credit to a qualified property on a provisional bill. If a provisional bill has been used for property tax billings for two (2) consecutive years and a property qualifies for a deduction or a homestead credit under IC 6-1.1-20.4 or IC 6-3.5-6-13 for the second year a provisional bill is used, the county treasurer shall apply the deductions and homestead credits on the provisional bill.

SECTION 9. IC 6-1.1-22.5-12, AS AMENDED BY P.L.146-2008, SECTION 254, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 12. (a) Except as provided by subsection (c), each reconciling statement must indicate:

(1) the actual property tax liability under this article on the assessment determined for the assessment date for the property for which the reconciling statement is issued;

(2) the total amount paid under the provisional statement for the property for which the reconciling statement is issued;

(3) if the amount under subdivision (1) exceeds the amount under subdivision (2), that the excess is payable by the taxpayer:

(A) as a final reconciliation of the tax liability; and

(B) not later than:

(i) thirty (30) days after the date of the reconciling statement;

(ii) if the county treasurer requests in writing that the commissioner designate a later date, the date designated by the commissioner; or

(iii) the date specified in an ordinance adopted under section 18.5 of this chapter; and

(4) if the amount under subdivision (2) exceeds the amount under subdivision (1), that the taxpayer may claim a refund of the excess under IC 6-1.1-26.

(b) If, upon receipt of the abstract referred to in section 6 of this chapter, the county treasurer determines that it is possible to complete

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the:

(1) preparation; and

(2) mailing or transmittal;

of the reconciling statement at least thirty (30) days before the due date of the second installment specified in the provisional statement, the county treasurer may request in writing that the department of local government finance permit the county treasurer to issue a reconciling statement that adjusts the amount of the second installment that was specified in the provisional statement. If the department approves the county treasurer's request, the county treasurer shall prepare and mail or transmit the reconciling statement at least thirty (30) days before the due date of the second installment specified in the provisional statement.

(c) A reconciling statement prepared under subsection (b) must indicate:

(1) the actual property tax liability under this article on the assessment determined for the assessment date for the property for which the reconciling statement is issued;

(2) the total amount of the first installment paid under the provisional statement for the property for which the reconciling statement is issued;

(3) if the amount under subdivision (1) exceeds the amount under subdivision (2), the adjusted amount of the second installment that is payable by the taxpayer:

(A) as a final reconciliation of the tax liability; and

(B) not later than:

(i) November 10; or

(ii) if the county treasurer requests in writing that the commissioner designate a later date, the date designated by the commissioner; and

(4) if the amount under subdivision (2) exceeds the amount under subdivision (1), that the taxpayer may claim a refund of the excess under IC 6-1.1-26.

(d) At the election of a county auditor, a checklist required by IC 6-1.1-22-8.1(b)(8) and a notice required by IC 6-1.1-22-8.1(b)(9) may be sent to a taxpayer with a reconciling statement under this section. This subsection expires January 1, 2012.

SECTION 10. IC 6-1.1-36-17 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: **Sec. 17. (a) As used in this section, "nonreverting fund" refers to a nonreverting fund established under subsection (c).**

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(b) Each county auditor that makes a determination that property was not eligible for a standard deduction under IC 6-1.1-12-37 or a homestead credit under IC 6-1.1-20.9 (repealed) in a particular year shall notify the county treasurer of the determination. The county auditor shall issue a notice of taxes, interest, and penalties due to the owner and include a statement that the payment is to be made payable to the county auditor. The notice must require full payment of the amount owed within thirty (30) days.

(c) Each county auditor shall establish a nonreverting fund. Upon collection, the county treasurer shall deposit the amount specified in the notice under subsection (b), in the nonreverting fund. Any part of the amount that is not collected by the due date, shall be placed on the tax duplicate for the affected property and collected in the same manner as other property taxes.

(d) The amount to be deposited in the nonreverting fund includes adjustments in the tax due as a result of the termination of deductions or credits available only for property that is the eligibility for a standard deduction under IC 6-1.1-12-37 or a homestead credit under IC 6-1.1-20.9 (repealed), including the following:

- (1) Supplemental deductions under IC 6-1.1-12-37.5.
- (2) Homestead credits under IC 6-1.1-20.4, IC 6-3.5-1.1-26, IC 6-3.5-6-13, IC 6-3.5-6-32, IC 6-3.5-7-13.1, or IC 6-3.5-7-26, or any other law.
- (3) Credit for excessive property taxes under IC 6-1.1-20.6-7.5 or IC 6-1.1-20.6-8.5.

Any amount paid that exceeds the amount required to be deposited in the nonreverting fund shall be distributed as property taxes.

(e) Money in the nonreverting fund shall be treated as miscellaneous revenue. Distributions shall be made from the nonreverting fund established under this section, without appropriation, only for the following purposes:

- (1) Fees and other costs incurred by the county auditor to discover property that is eligible for a standard deduction under IC 6-1.1-12-37 or a homestead credit under IC 6-1.1-20.9 (repealed).
- (2) Other expenses of the office of the county auditor.
- (3) The cost of preparing, sending, and processing notices described in IC 6-1.1-22-8.1(b)(9) and checklists or notices described in IC 6-1.1-22.5-12(d).

The amount of deposits in a reverting fund, the balance of a

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nonreverting fund, and expenditures from a reverting fund may not be considered in establishing the budget of the office of the county auditor or in setting property tax levies that will be used in any part to fund the office of the county auditor.

SECTION 11. IC 6-9-39-5, AS AMENDED BY P.L.3-2008, SECTION 67, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 5. (a) The fiscal body of a county may collect a county option dog tax imposed under section 3 of this chapter by any combination of the following methods:

(1) By designating one (1) or more persons in the county to collect the tax.

(2) By requiring a person who harbors or keeps a taxable dog to submit a complete and accurate county option dog tax return.

(3) By a method other than a method described in subdivision (1) or (2) as determined by the fiscal body of the county.

(b) A designee under subsection (a)(1) may retain a fee from the tax collected for each taxable dog in an amount determined by the fiscal body not to exceed seventy-five cents (\$0.75). A designee shall remit the balance of the money collected to the county treasurer by the tenth day of each month.

(c) If a fiscal body chooses to collect a county option dog tax imposed under section 3 of this chapter by requiring the submission of a county option dog tax return under subsection (a), the county treasurer may include a county option dog tax return form with every property tax statement that is mailed to a person under ~~IC 6-1.1-22-8.1(b)(1)~~. **IC 6-1.1-22-8.1(a)(1).**

(d) The department of local government finance shall prescribe a county option dog tax return form that a county may use for the reporting of county option dog tax liability.

SECTION 12. IC 36-2-11-12 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 12. (a) The recorder shall index each volume of instruments the recorder records by:

(1) the name of each grantor, promisor, or covenantor, in alphabetical order and cross-referenced to the proper grantee, promisee, or covenantee; and

(2) the name of each grantee, promisee, or covenantee, in alphabetical order and cross-referenced to the proper grantor, promisor, or covenantor.

After June 30, 2009, each name described in subdivision (1) shall be cross referenced to names provided under section 16(c)(2) of this chapter.

(b) The recorder shall accurately maintain separate indexes of all the

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records of:

- (1) deeds for real estate; and
- (2) mortgages on real estate;

in the recorder's office. The recorder shall index each deed or mortgage alphabetically, by the name of each grantor and grantee or mortgagor and mortgagee, and shall include in each index entry a concise description of the real property, the date of the deed or mortgage, and the number or letter of the book and the page at which each deed or mortgage is recorded.

SECTION 13. IC 36-2-11-16, AS AMENDED BY P.L.129-2008, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 16. (a) This section does not apply to:

- (1) an instrument executed before November 4, 1943;
- (2) a judgment, order, or writ of a court;
- (3) a will or death certificate; or
- (4) an instrument executed or acknowledged outside Indiana.

(b) Whenever this section prescribes that the name of a person be printed, typewritten, or stamped immediately beneath the person's signature, the signature must be written on the instrument, directly preceding the printed, typewritten, or stamped name, and may not be superimposed on that name so as to render either illegible. However, the instrument may be received for record if the name and signature are, in the discretion of the county recorder, placed on the instrument so as to render the connection between the two apparent.

(c) Except as provided in subsection (d), the recorder may receive for record an instrument only if all of the following requirements are met:

- (1) The name of each person who executed the instrument is legibly printed, typewritten, or stamped immediately beneath the person's signature or the signature itself is printed, typewritten, or stamped.

(2) This subdivision applies only to an instrument that:

- (A) is recorded after June 30, 2009;**
- (B) is executed by at least one (1) person who is an individual; and**
- (C) conveys an ownership interest in a dwelling (as defined in IC 6-1.1-12-37) or a right to buy a dwelling (as defined in IC 6-1.1-12-37) if the purchaser is obligated to pay the property taxes on the dwelling.**

The instrument or an affidavit accompanying the instrument must, under penalties of perjury, either affirm that the name of each individual on the instrument is the same as the name

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of that individual as it appears in the records of the United States Social Security Administration for the purposes of the issuance of a Social Security card and Social Security number (or that they use as their legal names when they sign their names on legal documents) or identify each individual by the name of that individual as it appears in the records of the United States Social Security Administration for the purposes of the issuance of a Social Security card and Social Security number (or that they use as their legal names when they sign their names on legal documents).

~~(2)~~ (3) The name of each witness to the instrument is legibly printed, typewritten, or stamped immediately beneath the signature of the witness or the signature itself is printed, typewritten, or stamped.

~~(3)~~ (4) The name of each notary public whose signature appears on the instrument is legibly printed, typewritten, or stamped immediately beneath the signature of the notary public or the signature itself is printed, typewritten, or stamped.

~~(4)~~ (5) The name of each person who executed the instrument appears identically in the body of the instrument, in the acknowledgment or jurat, in the person's signature, and beneath the person's signature.

~~(5)~~ (6) If the instrument is a copy, the instrument is marked "Copy".

(d) The recorder may receive for record an instrument that does not comply with subsection (c) if all of the following requirements are met:

(1) A printed or typewritten affidavit of a person with personal knowledge of the facts is recorded with the instrument.

(2) The affidavit complies with this section.

(3) The affidavit states the correct name of a person, if any, whose signature cannot be identified or whose name is not printed, typewritten, or stamped on the instrument as prescribed by this section.

(4) When the instrument does not comply with subsection (c)(4), the affidavit states the correct name of the person and states that each of the names used in the instrument refers to the person.

(5) If the instrument is a copy, the instrument is marked "Copy".

(e) The recorder shall record a document presented for recording or a copy produced by a photographic process of the document presented for recording if:

(1) the document complies with other statutory recording requirements; and

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1 (2) the document or copy will produce a clear and unobstructed
 2 copy.
 3 (f) An instrument, document, or copy received and recorded by a
 4 county recorder is conclusively presumed to comply with this section.
 5 A recorded copy shall have the same effect as if the original document
 6 had been recorded.
 7 SECTION 14. **An emergency is declared for this act.**

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COMMITTEE REPORT

Mr. Speaker: Your Committee on Ways and Means, to which was referred House Bill 1344, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 3, line 22, strike "or".

Page 3, line 22, after "17.4" insert ", or 37".

Page 3, line 25, after "year." insert **"However, for purposes of a deduction under section 37 of this chapter, the individual must comply with the requirement in IC 6-1.1-22-8.1(b)(9), in 2009, 2010, or 2011, as determined by the county auditor."**

Page 3, line 32, after "ineligible." insert **"An individual or entity that becomes ineligible for a deduction under section 37 of this chapter shall notify the county auditor of the county in which the property is located in conformity with section 37 of this chapter."**

Page 3, line 34, strike "or".

Page 3, line 34, after "17.4" insert ", or 37".

Page 3, line 39, strike "or".

Page 3, line 39, after "17.4" insert ", or 37".

Page 4, between lines 6 and 7, begin a new line blocked left and insert:

"However, for purposes of a deduction under section 37 of this chapter, if the removal of the joint owner occurs before the date that a notice described in IC 6-1.1-22-8.1(b)(9) is sent, the individual must comply with the requirement in IC 6-1.1-22-8.1(b)(9), in 2009, 2010, or 2011, as determined by the county auditor."

Page 4, line 7, strike "or".

Page 4, line 8, after "17.4" insert ", or 37".

Page 4, line 12, strike "or".

Page 4, line 12, after "17.4" insert ", or 37".

Page 4, between lines 15 and 16, begin a new blocked left and insert:

"However, for purposes of a deduction under section 37 of this chapter, the individuals that qualify the trust for a deduction must comply with the requirement in IC 6-1.1-22-8.1(b)(9), in 2009, 2010, or 2011, as determined by the county auditor."

(f) A cooperative housing corporation (as defined in 26 U.S.C. 216) that is entitled to a deduction under section 37 of this chapter in the immediately preceding calendar year for a homestead (as defined in section 37 of this chapter) is not required to file a statement to apply for the deduction for the current calendar year



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if the cooperative housing corporation remains eligible for the deduction for the current calendar year. However, the individuals that qualify the cooperative housing corporation for a deduction must comply with the requirement in IC 6-1.1-22-8.1(b)(9), in 2009, 2010, or 2011, as determined by the county auditor.

(g) An individual or entity that:

- (1) was eligible for a homestead credit under IC 6-1.1-20.9 (repealed) for property taxes imposed for the March 1, 2007, or January 15, 2008, assessment date; or
- (2) would have been eligible for a homestead credit under IC 6-1.1-20.9 (repealed) for property taxes imposed for the March 1, 2008, or January 15, 2009, assessment date if IC 6-1.1-20.9 had not been repealed;

is not required to file a statement to apply for a deduction under section 37 of this chapter if the individual or entity remains eligible for the deduction in the current year. An individual or entity that filed for a homestead credit under IC 6-1.1-20.9 (repealed) for an assessment date after March 1, 2007 (if the property is real property), or after January 1, 2008 (if the property is personal property), shall be treated as an individual or entity that has filed for a deduction under section 37 of this chapter. However, the individual or entity must comply with the requirement in IC 6-1.1-22-8.1(b)(9), in 2009, 2010, or 2011, as determined by the county auditor."

Page 4, line 19, strike "or".

Page 4, line 19, after "17.4" insert ", or 37".

Page 4, line 32, delete "A" and insert "This subsection applies to a limited liability company, a partnership, or any other entity that owns real property not described in section 37(a)(2)(B)(i), 37(a)(2)(B)(ii), 37(a)(2)(B)(iii), or 37(a)(2)(B)(iv) of this chapter. An".

Page 4, line 35, delete "The individual, upon verification" and insert "The entity does not have any shareholders, members, or other owners other than individuals who use the real property as the individuals' principal place of residence, as verified".

Page 4, line 36, delete ", is the sole owner".

Page 4, line 40, delete "The individual" and insert "Each individual who is a shareholder, member, or other owner of the entity".

Page 4, between lines 40 and 41, begin a new line block indented and insert:

"(4) The entity has provided the county auditor with the latest copy of the entity's federal tax return filed with the United

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States Internal Revenue Service."

Page 5, line 23, delete "in which" and insert **"if"**.

Page 5, line 24, delete "has a beneficial interest;" and insert **"is an individual described in section 17.9(a) of this chapter;"**.

Page 5, line 26, delete "in which only the" and insert **"if the individual is an individual described in section 17.9(b) of this chapter;"**.

Page 5, line 27, delete "individual has a beneficial interest;"

Page 6, line 33, delete "and".

Page 6, line 34, after "(3)" insert **"the names of:**

(A) the applicant and the applicant's spouse (if any):

(i) as the names appear in the records of the United States Social Security Administration for the purposes of the issuance of a Social Security card and Social Security number; or

(ii) that they use as their legal names when they sign their names on legal documents;

if the applicant is an individual; or

(B) each individual who qualifies property as a homestead under subsection (a)(2)(B) and the individual's spouse (if any):

(i) as the names appear in the records of the United States Social Security Administration for the purposes of the issuance of a Social Security card and Social Security number; or

(ii) that they use as their legal names when they sign their names on legal documents;

if the applicant is not an individual; and

(4)".

Page 6, line 37, before "The" insert **"If a form or statement provided to the county auditor under this section, IC 6-1.1-22-8.1, or IC 6-1.1-22.5-12 includes the telephone number or part or all of the Social Security number of a party, the telephone number and the Social Security number included is confidential."**

Page 7, line 10, delete "chapter:" and insert **"section or who otherwise qualifies property for a deduction under this section:"**.

Page 7, line 27, delete "one hundred dollars (\$100) for each year the" and insert **"a civil penalty equal to ten percent (10%) of the additional taxes due. The civil penalty imposed under this subsection is in addition to any interest and penalties for a delinquent payment that might otherwise be due."**

Page 7, line 28, delete "violation occurs."

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Page 10, between lines 26 and 27, begin a new paragraph and insert:
 "SECTION 7. IC 6-1.1-12-44, AS ADDED BY P.L.144-2008, SECTION 37, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2009 (RETROACTIVE)]: Sec. 44. (a) A sales disclosure form under IC 6-1.1-5.5:

(1) that is submitted:

(A) as a paper form; or

(B) electronically;

on or before December 31 of a calendar year to the county assessor by or on behalf of the purchaser of a homestead (as defined in ~~IC 6-1.1-20.9-1~~) **section 37 of this chapter**) assessed as real property;

(2) that is accurate and complete;

(3) that is approved by the county assessor as eligible for filing with the county auditor; and

(4) that is filed:

(A) as a paper form; or

(B) electronically;

with the county auditor by or on behalf of the purchaser;

constitutes an application for the deductions provided by sections 26, 29, 33, ~~and 34~~, **and 37** of this chapter with respect to property taxes first due and payable in the calendar year that immediately succeeds the calendar year referred to in subdivision (1).

(b) Except as provided in subsection (c), if:

(1) the county auditor receives in a calendar year a sales disclosure form that meets the requirements of subsection (a); and

(2) the homestead for which the sales disclosure form is submitted is otherwise eligible for a deduction referred to in subsection (a);

the county auditor shall apply the deduction to the homestead for property taxes first due and payable in the calendar year for which the homestead qualifies under subsection (a) and in any later year in which the homestead remains eligible for the deduction.

(c) Subsection (b) does not apply if the county auditor, after receiving a sales disclosure form from or on behalf of a purchaser under subsection (a)(4), determines that the homestead is ineligible for the deduction."

Page 12, line 20, delete "A" and insert "**This subdivision applies to any property for which a deduction or credit is listed under subdivision (8) if the notice required under this subdivision was not provided to a taxpayer on a reconciling statement under IC 6-1.1-22.5-12. In 2009, 2010, or 2011, as determined by the county auditor, a**".

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Page 12, line 22, delete "The notice does not have to be".

Page 12, delete line 23.

Page 12, line 24, delete "deduction."

Page 12, delete lines 31 through 33, and insert **"The notice must include a place for the taxpayer to indicate, under penalties of perjury, for each deduction and credit listed under subdivision (8), whether the property is eligible for the deduction or credit listed under subdivision (8). The notice must also include a place for each individual who qualifies the property for a deduction or credit listed in subdivision (8) to indicate the name of the individual and the name of the individual's spouse (if any), as the names appear in the records of the United States Social Security Administration for the purposes of the issuance of a Social Security card and Social Security number (or that they use as their legal names when they sign their names on legal documents), and the last five (5) digits of each individual's Social Security number."**

Page 12, line 34, delete "property or investment property."

Page 12, line 34, after "must" insert **"explain that the taxpayer must complete and return the notice with the required information and that failure to complete and return the notice may result in disqualification of property for deductions and credits listed in subdivision (8), must explain how to return the notice, and must"**.

Page 12, line 34, after "be" insert "on".

Page 12, line 36, after "statement." insert **"The notice must be prepared in the form prescribed by the department of local government finance and include any additional information required by the department of local government finance. This subdivision expires January 1, 2012."**

Page 18, delete lines 10 through 34, begin a new paragraph and insert:

"(d) At the election of a county auditor, a checklist required by IC 6-1.1-22-8.1(b)(8) and a notice required by IC 6-1.1-22-8.1(b)(9) may be sent to a taxpayer with a reconciling statement under this section. This subsection expires January 1, 2012."

Page 19, between lines 35 and 36, begin a new line block indented and insert:

"(3) The cost of preparing, sending, and processing notices described in IC 6-1.1-22-8.1(b)(9) and checklists or notices described in IC 6-1.1-22.5-12(d)."

Page 20, after line 30, begin a new paragraph and insert:

"SECTION 14. IC 36-2-11-12 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 12. (a) The recorder

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shall index each volume of instruments the recorder records by:

- (1) the name of each grantor, promisor, or covenantor, in alphabetical order and cross-referenced to the proper grantee, promisee, or covenantee; and
- (2) the name of each grantee, promisee, or covenantee, in alphabetical order and cross-referenced to the proper grantor, promisor, or covenantor.

After June 30, 2009, each name described in subdivision (1) shall be cross referenced to names provided under section 16(c)(2) of this chapter.

(b) The recorder shall accurately maintain separate indexes of all the records of:

- (1) deeds for real estate; and
- (2) mortgages on real estate;

in the recorder's office. The recorder shall index each deed or mortgage alphabetically, by the name of each grantor and grantee or mortgagor and mortgagee, and shall include in each index entry a concise description of the real property, the date of the deed or mortgage, and the number or letter of the book and the page at which each deed or mortgage is recorded.

SECTION 15. IC 36-2-11-16, AS AMENDED BY P.L.129-2008, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: Sec. 16. (a) This section does not apply to:

- (1) an instrument executed before November 4, 1943;
- (2) a judgment, order, or writ of a court;
- (3) a will or death certificate; or
- (4) an instrument executed or acknowledged outside Indiana.

(b) Whenever this section prescribes that the name of a person be printed, typewritten, or stamped immediately beneath the person's signature, the signature must be written on the instrument, directly preceding the printed, typewritten, or stamped name, and may not be superimposed on that name so as to render either illegible. However, the instrument may be received for record if the name and signature are, in the discretion of the county recorder, placed on the instrument so as to render the connection between the two apparent.

(c) Except as provided in subsection (d), the recorder may receive for record an instrument only if all of the following requirements are met:

- (1) The name of each person who executed the instrument is legibly printed, typewritten, or stamped immediately beneath the person's signature or the signature itself is printed, typewritten, or stamped.

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(2) This subdivision applies only to an instrument that:

- (A) is recorded after June 30, 2009;**
- (B) is executed by at least one (1) person who is an individual; and**
- (C) conveys an ownership interest in a dwelling (as defined in IC 6-1.1-12-37) or a right to buy a dwelling (as defined in IC 6-1.1-12-37) if the purchaser is obligated to pay the property taxes on the dwelling.**

The instrument or an affidavit accompanying the instrument must, under penalties of perjury, either affirm that the name of each individual on the instrument is the same as the name of that individual as it appears in the records of the United States Social Security Administration for the purposes of the issuance of a Social Security card and Social Security number (or that they use as their legal names when they sign their names on legal documents) or identify each individual by the name of that individual as it appears in the records of the United States Social Security Administration for the purposes of the issuance of a Social Security card and Social Security number (or that they use as their legal names when they sign their names on legal documents).

~~(2)~~ **(3) The name of each witness to the instrument is legibly printed, typewritten, or stamped immediately beneath the signature of the witness or the signature itself is printed, typewritten, or stamped.**

~~(3)~~ **(4) The name of each notary public whose signature appears on the instrument is legibly printed, typewritten, or stamped immediately beneath the signature of the notary public or the signature itself is printed, typewritten, or stamped.**

~~(4)~~ **(5) The name of each person who executed the instrument appears identically in the body of the instrument, in the acknowledgment or jurat, in the person's signature, and beneath the person's signature.**

~~(5)~~ **(6) If the instrument is a copy, the instrument is marked "Copy".**

(d) The recorder may receive for record an instrument that does not comply with subsection (c) if all of the following requirements are met:

- (1) A printed or typewritten affidavit of a person with personal knowledge of the facts is recorded with the instrument.**
- (2) The affidavit complies with this section.**
- (3) The affidavit states the correct name of a person, if any, whose signature cannot be identified or whose name is not printed,**

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typewritten, or stamped on the instrument as prescribed by this section.

(4) When the instrument does not comply with subsection (c)(4), the affidavit states the correct name of the person and states that each of the names used in the instrument refers to the person.

(5) If the instrument is a copy, the instrument is marked "Copy".

(e) The recorder shall record a document presented for recording or a copy produced by a photographic process of the document presented for recording if:

(1) the document complies with other statutory recording requirements; and

(2) the document or copy will produce a clear and unobstructed copy.

(f) An instrument, document, or copy received and recorded by a county recorder is conclusively presumed to comply with this section. A recorded copy shall have the same effect as if the original document had been recorded.

SECTION 16. IC 36-7-18-45 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2009]: **Sec. 45. Upon request of a county auditor, a housing authority shall provide without charge a list showing:**

(1) the names of all landlords of single family dwellings for which payments administered by the housing authority are made as housing assistance; and

(2) the corresponding addresses of these single family dwellings.

SECTION 17. **An emergency is declared for this act."**

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1334 as introduced.)

CRAWFORD, Chair

Committee Vote: yeas 18, nays 0.

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HOUSE MOTION

Mr. Speaker: I move that House Bill 1344 be amended to read as follows:

Page 1, delete lines 1 through 6.

Page 3, line 26, after "chapter, the" insert "**county auditor may, in the county auditor's discretion, terminate the deduction if the**".

Page 3, line 26, delete "must" and insert "**does not**".

Page 3, line 35, delete "or entity that" and insert "**who**".

Page 4, line 16, after "sent, the" insert "**county auditor may, in the county auditor's discretion, terminate the deduction if the**".

Page 4, line 17, delete "must" and insert "**does not**".

Page 4, line 40, after "However, the" insert "**county auditor may, in the county auditor's discretion, terminate the deduction if the**".

Page 4, line 42, delete "must" and insert "**do not**".

Page 5, line 2, delete "or entity that:" and insert "**who**:".

Page 5, line 11, delete "or entity".

Page 5, line 12, delete "or entity that" and insert "**who**".

Page 5, line 16, delete "or entity that" and insert "**who**".

Page 5, line 17, after "However, the" insert "**county auditor may, in the county auditor's discretion, terminate the deduction if the individual who qualifies the property for a deduction does not**".

Page 5, line 18, delete "individual or entity must".

Page 5, delete lines 21 through 42.

Page 6, delete lines 1 through 13.

Page 6, line 36, after "216);" insert "**or**".

Page 6, line 39, delete "or".

Page 6, delete lines 40 through 42.

Page 7, between lines 4 and 5, begin a new line block indented and insert:

"The term does not include property owned by a corporation, partnership, limited liability company, or other entity not described in this subdivision."

Page 7, line 9, after "on" strike "the".

Page 7, line 9, delete "individual".

Page 7, line 10, delete "or entity obligated to pay property taxes on"

Page 7, line 10, delete "for a".

Page 7, line 11, delete "particular assessment date".

Page 7, line 11, strike "entitled to" and insert "**eligible for**".

Page 7, line 12, delete "that" and insert "**an**".

Page 7, line 14, delete "the" and insert "**an**".

Page 16, line 25, delete "shall" and insert "**may, at the county**".

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auditor's discretion,".

Page 21, line 40, after "taxes" insert ", **interest, and penalties**".

Page 21, line 41, delete "tax".

Page 21, line 42, after "auditor." insert "**The notice must require full payment of the amount owed within thirty (30) days.**".

Page 22, line 1, delete "fund into" and insert "**fund. Upon collection,**".

Page 22, line 2, delete "which".

Page 22, line 2, delete "auditor" and insert "**treasurer**".

Page 22, line 2, delete "of delinquent" and insert "**specified in the notice under subsection (b), in the nonreverting fund. Any part of the amount that is not collected by the due date, shall be placed on the tax duplicate for the affected property and collected in the same manner as other property taxes.**".

Page 22, delete lines 3 through 7.

Page 22, line 20, after "deposited" insert "**in the nonreverting fund**".

Page 22, line 21, delete "transferred to the county treasurer for distribution" and insert "**distributed**".

Page 23, delete lines 23 through 29.

Page 26, delete lines 7 through 16.

Renumber all SECTIONS consecutively.

(Reference is to HB 1344 as printed February 20, 2009.)

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